

#221

06K-0193

COPY 1 OF 2

21 October 1958

STAT

Dear Dan:

Jack was at Long Island on 15 October in connection with your request for rate data. As a result of his visit, he learned that the contractor's proposal of 11 July 1958 (\$2,346,076), which was inclosure 1 to COR-0127, was subsequently substituted by revised proposal of 6 October 1958 (\$2,772,889). Since that time further discussion with the prime and the 1st tier subcontractor has resulted in a request for the 2nd tier subcontractor (Long Island) to reduce their proposal by approximately \$500,000, due to lack of funds. This revised proposal will probably not be ready for submission until the first of December. Due to the contractor's practice of computing a composite rate for each labor category based on hours and periods to be utilized, it is not feasible for us to furnish the desired information until the new proposal is available.

Sincerely,

STAT

CC: Jack

STAT

RT-100
Subcontract Folder
ITK